

ASSEMBLY BILL

No. 706

Introduced by Assembly Member Maldonado

February 19, 2003

An act to add Section 61600.3 to the Government Code, relating to community services districts.

LEGISLATIVE COUNSEL'S DIGEST

AB 706, as introduced, Maldonado. Community services districts.

Existing law provides for the formation of community services districts that are authorized to provide designated services.

This bill would additionally permit any community services district that is authorized to collect, treat, or dispose of sewage, waste, and storm water and that is required by law to construct or improve sewer facilities to borrow money for the purpose of making loans to property owners within the district to fund sewer improvements on their property related to the required sewer construction or improvements of the district.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 61600.3 is added to the Government
- 2 Code, to read:
- 3 61600.3. A district that is authorized to collect, treat, or
- 4 dispose of sewage, waste, and storm water and that is required by
- 5 law to construct or improve sewer facilities may borrow money
- 6 from public or private lenders for the purpose of making loans to

1 property owners within the district to fund sewer improvements on
2 their property related to the construction or improvements the
3 district is required to perform. The district shall lend money for
4 this purpose at rates not to exceed its cost of borrowing and actual
5 costs of making the loans.

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